

Public Employee Retirement System

DIVISION SUMMARY:	FY 2007 Total Appr	FY 2007 Actual	FY 2008 Total Appr	FY 2009 Request	FY 2009 Gov Rec	FY 2009 Approp
BY PROGRAM						
Ret. Administration	5,640,900	5,071,600	5,839,800	6,164,400	6,268,600	6,178,800
Portfolio Investment	745,000	616,500	781,600	913,700	878,900	897,800
Total:	6,385,900	5,688,100	6,621,400	7,078,100	7,147,500	7,076,600
BY FUND SOURCE						
Dedicated	6,385,900	5,688,100	6,621,400	7,078,100	7,147,500	7,076,600
Percent Change:		(10.9%)	16.4%	6.9%	7.9%	6.9%
BY EXPENDITURE CLASSIFICATION						
Personnel Costs	3,582,300	3,544,500	3,790,500	4,113,900	4,194,000	4,123,100
Operating Expenditures	2,693,700	2,037,000	2,725,100	2,742,700	2,732,000	2,732,000
Capital Outlay	109,900	106,600	105,800	221,500	221,500	221,500
Total:	6,385,900	5,688,100	6,621,400	7,078,100	7,147,500	7,076,600
Full-Time Positions (FTP)	63.00	63.00	63.00	65.00	65.00	65.00

In accordance with Section 67-3519, Idaho Code, this division is authorized no more than 65 full-time equivalent positions at any point during the period July 1, 2008 through June 30, 2009 for the programs specified.

	FTP	Gen	Ded	Fed	Total
FY 2008 Original Appropriation	63.00	0	6,621,400	0	6,621,400
Removal of One-Time Expenditures	0.00	0	(116,300)	0	(116,300)
FY 2009 Base	63.00	0	6,505,100	0	6,505,100
Benefit Costs	0.00	0	111,800	0	111,800
Inflationary Adjustments	0.00	0	0	0	0
Replacement Items	0.00	0	226,800	0	226,800
Statewide Cost Allocation	0.00	0	(4,600)	0	(4,600)
Change in Employee Compensation	0.00	0	98,400	0	98,400
FY 2009 Program Maintenance	63.00	0	6,937,500	0	6,937,500
Line Items	2.00	0	139,100	0	139,100
FY 2009 Total	65.00	0	7,076,600	0	7,076,600
% Chg from FY 2008 Orig Approp.	3.2%		6.9%		6.9%

I. Public Employee Retirement System: Retirement Administration

STARS Number & Budget Unit: 183 GVFA

Bill Number & Chapter: H589 (Ch.228)

PROGRAM DESCRIPTION: The Public Employee Retirement System of Idaho (PERSI) administers a defined benefit retirement plan that is mandatory for all eligible state employees and school district employees, as well as for employees of political subdivisions which have elected to participate. PERSI also administers a defined contribution plan that provides a 401(k) plan to all members who are eligible. [Statutory Authority: Idaho Code §59-1301 et seq.]

PROGRAM SUMMARY:	FY 2007 Total Appr	FY 2007 Actual	FY 2008 Total Appr	FY 2009 Request	FY 2009 Gov Rec	FY 2009 Approp
BY FUND SOURCE						
Dedicated	5,640,900	5,071,600	5,839,800	6,164,400	6,268,600	6,178,800
Percent Change:		(10.1%)	15.1%	5.6%	7.3%	5.8%
BY EXPENDITURE CLASSIFICATION						
Personnel Costs	3,108,000	3,085,400	3,287,500	3,491,300	3,605,300	3,515,500
Operating Expenditures	2,438,000	1,879,600	2,461,600	2,471,600	2,461,800	2,461,800
Capital Outlay	94,900	106,600	90,700	201,500	201,500	201,500
Total:	5,640,900	5,071,600	5,839,800	6,164,400	6,268,600	6,178,800
Full-Time Positions (FTP)	59.00	59.00	59.00	60.00	60.00	60.00
DECISION UNIT SUMMARY:	FTP	General	Dedicated	Federal	Total	
FY 2008 Original Appropriation	59.00	0	5,839,800	0	5,839,800	
Removal of One-Time Expenditures	0.00	0	(101,200)	0	(101,200)	
FY 2009 Base	59.00	0	5,738,600	0	5,738,600	
Benefit Costs	0.00	0	103,700	0	103,700	
Replacement Items	0.00	0	211,400	0	211,400	
Statewide Cost Allocation	0.00	0	(1,300)	0	(1,300)	
Change in Employee Compensation	0.00	0	85,500	0	85,500	
FY 2009 Maintenance (MCO)	59.00	0	6,137,900	0	6,137,900	
1. Workload Increase	1.00	0	40,900	0	40,900	
FY 2009 Total Appropriation	60.00	0	6,178,800	0	6,178,800	
% Change From FY 2008 Original Approp.	1.7%	0.0%	5.8%	0.0%	5.8%	

APPROPRIATION HIGHLIGHTS: Employer health insurance costs funding increased from a base amount of \$7,125 per FTP in FY 2008 to \$8,700 per FTP for FY 2009. No general inflationary increases were provided. The Change in Employee Compensation was funded at 3%. Line item number one provided funding for a technical records specialist position and \$40,900 to cover the increased workload from additional retirements and active employee separations.

FY 2009 APPROPRIATION:	FTP	Pers. Cost	Oper Exp	Cap Out	T/B Pymnts	Lump Sum	Total
D 0550-01 PERSI Administrative	60.00	3,515,500	2,449,800	0	0	0	5,965,300
OT D 0550-01 PERSI Administrative	0.00	0	12,000	201,500	0	0	213,500
Totals:	60.00	3,515,500	2,461,800	201,500	0	0	6,178,800

II. Public Employee Retirement System: Portfolio Investment

STARS Number & Budget Unit: 183 GVFB, 183 GVFC(Cont), 183 GVFD(Cont)

Bill Number & Chapter: H589 (Ch.228)

PROGRAM DESCRIPTION: The Portfolio Investment program manages PERSI assets to realize secure long-term returns on investments while minimizing risk with a goal of providing the funds necessary to meet retirement plan obligations. Since FY1996, the administrative costs of the Portfolio Investment Program have been appropriated annually, while the remaining investment costs operate under a continuous appropriation. [Statutory Authority: Idaho Code §59-1301 et seq.]

PROGRAM SUMMARY:	FY 2007 Total Appr	FY 2007 Actual	FY 2008 Total Appr	FY 2009 Request	FY 2009 Gov Rec	FY 2009 Approp
BY FUND SOURCE						
Dedicated	745,000	616,500	781,600	913,700	878,900	897,800
Percent Change:		(17.2%)	26.8%	16.9%	12.4%	14.9%
BY EXPENDITURE CLASSIFICATION						
Personnel Costs	474,300	459,100	503,000	622,600	588,700	607,600
Operating Expenditures	255,700	157,400	263,500	271,100	270,200	270,200
Capital Outlay	15,000	0	15,100	20,000	20,000	20,000
Total:	745,000	616,500	781,600	913,700	878,900	897,800
Full-Time Positions (FTP)	4.00	4.00	4.00	5.00	5.00	5.00
DECISION UNIT SUMMARY:	FTP	General	Dedicated	Federal	Total	
FY 2008 Original Appropriation	4.00	0	781,600	0	781,600	
Removal of One-Time Expenditures	0.00	0	(15,100)	0	(15,100)	
FY 2009 Base	4.00	0	766,500	0	766,500	
Benefit Costs	0.00	0	8,100	0	8,100	
Replacement Items	0.00	0	15,400	0	15,400	
Statewide Cost Allocation	0.00	0	(3,300)	0	(3,300)	
Change in Employee Compensation	0.00	0	12,900	0	12,900	
FY 2009 Maintenance (MCO)	4.00	0	799,600	0	799,600	
2. Investment Accountant	1.00	0	68,200	0	68,200	
3. Investment Salary Staff Equity	0.00	0	30,000	0	30,000	
FY 2009 Total Appropriation	5.00	0	897,800	0	897,800	
% Change From FY 2008 Original Approp.	25.0%	0.0%	14.9%	0.0%	14.9%	

APPROPRIATION HIGHLIGHTS: Employer health insurance costs funding increased from a base amount of \$7,125 per FTP in FY 2008 to \$8,700 per FTP for FY 2009. No general inflationary increases were provided. The Change in Employee Compensation was funded at 3%. Line item number two provided \$68,200 for an investment accountant to cover workload associated with increased diversification of the PERSI Retirement Fund. Line item number three provided \$30,000 in spending authority for the PERSI board to maintain a level of salary flexibility that is needed to retain the portfolio investment staff.

FY 2009 APPROPRIATION:	FTP	Pers. Cost	Oper Exp	Cap Out	T/B Pymnts	Lump Sum	Total
D 0550-02 PERSI Special	5.00	607,600	270,200	0	0	0	877,800
OT D 0550-02 PERSI Special	0.00	0	0	20,000	0	0	20,000
Totals:	5.00	607,600	270,200	20,000	0	0	897,800